

# MW OBLIGATIONS INTERNATIONALES

This UCITS is a sub-fund of the SICAV MW ASSET MANAGEMENT

Fund Managers : Christophe PEYRAUD - Rémy Cudennec

January 2022

	ISIN	NAV: 31/01/2022	YTD Perf.	Fund Size	Bloomberg Code	Risk Scale
Share CI	LU1061712110	1 597,10 €	-0,47%	77 m€	MWOBICI LX Equity	
Share CS	LU1744059137	1 621,30 €	-0,43%		MWOBICS LX Equity	

## OBJECTIVES AND INVESTMENT POLICY

The Sub-Fund qualifies as "Foreign bonds and other debt securities". The aim of the Sub-Fund is to achieve a positive performance higher than its reference indicator, the Bloomberg EuroAgg Corporate 3-5y, representative of the corporate bonds within the Eurozone with 3 to 5 years maturity, as of the 24th of February 2020. Previously, the FTSE MTS Eurozone Government Bond 3-5 Years (denominated in euro – coupons re-invested), representative of government bonds within the Eurozone. The portfolio management strategy is based on a dynamic asset allocation. The fixed income securities' selection relies on fundamental financial analysis of the issuer.

The Sub-Fund is constantly invested in foreign corporate bonds to a minimum of 50% with no geographic, sector or type of securities restriction.

The fixed interest and other related debt securities composing the portfolio of the Sub-Fund are rated "investment grade" (securities rated at least BBB- or equivalent by an accepted rating agency).

The Sub-Fund is authorized to invest in "high yield" securities (rated lower than BBB- or equivalent) up to 15% of its net assets, and may at any time be invested in non rated securities up to 10% of its net assets. The Sub-Fund may also invest up to 20% of its net assets in convertible bonds and related debt instruments. The Sub-Fund's modified duration ranges between 0 and 8.

The Sub-Fund may rely on derivative instruments. The investment manager will intervene on the interest rate risks for the purpose of exposure or hedging and for systematically hedging currency risk.

The income of the Sub-Fund is accumulated. The redemption of units/shares may be requested everyday (before 16:00 PM CET), and the redemption value will be based on the Sub-Fund's NAV disclosed on that day but paid on D+2.

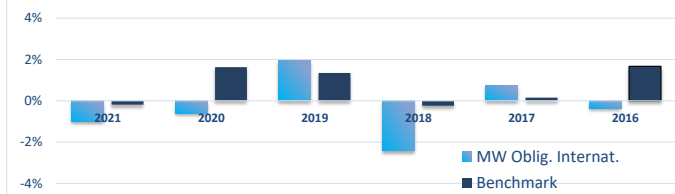
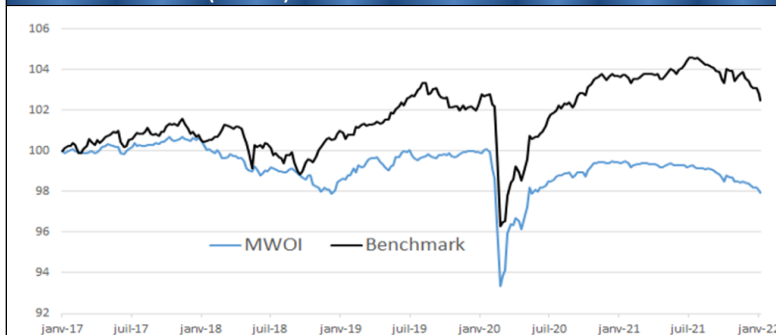
## CUMULATIVE PERFORMANCES (Share Class CI)

	1 month	3 months	2022	1 year	3 years	5 years
MW Oblig. Internat.	-0,47%	-0,56%	-0,47%	-1,45%	-0,59%	-2,06%
Benchmark	-0,91%	-0,79%	-0,91%	-1,09%	1,52%	2,50%
Relative Difference	0,43%	0,22%	0,43%	-0,36%	-2,11%	-4,56%

## ANNUAL RETURNS (Share Class CI)

	2021	2020	2019	2018	2017	2016
MW Oblig. Internat.	-1,00%	-0,59%	1,96%	-2,42%	0,76%	-0,35%
Benchmark	-0,18%	1,63%	1,34%	-0,23%	0,15%	1,67%
Relative Difference	-0,82%	-2,22%	0,62%	-2,19%	0,61%	-2,02%

## PERFORMANCE CHART (5 YEARS)



## RISK INDICATORS

	Volatility		Sharpe Ratio		Ratio Info.	T.Error	Beta
	Fund	Benchmark	Fund	Benchmark	Fund	Fund	Fund
1 year	0,61%	1,33%	-1,41	-0,26	-0,60	0,86%	0,05
3 years	2,86%	3,07%	0,10	0,34	-0,54	1,41%	0,10
5 years	2,28%	2,61%	0,01	0,37	-0,63	1,50%	0,05

Past returns are not indicative of future performance.

## MAIN MOVEMENTS OVER THE PAST MONTH

New positions	Strengthened Positions	Reduced Positions	Sold Positions
Orano 4,875% 2024 Belfius Bank 3,125% 2026			

## COMMENTS

Since November, a new wave of contamination to the Covid-19 affects many countries, Europe and US in particular. This new epidemic episode is massive but largely due to the new variant Omicron. More contagious but with a lower virulence, this variant is generating less severe cases than the others variants. Moreover, the high rate of vaccination in developed countries bring a quite good provides an efficient protection. Over the past weeks, despite the reintroduction of health measures, the economic activity remains quite strong. The growth is mainly driven by a strong demand. In spite of some concerns regarding the upward trend on prices, the consumers are benefiting from a very solid labour market. This strong demand, added to the continuation of the bottlenecks on supply chains and higher energy prices, are continuing to fuel a high and global pressure on prices. Inflation has reached 7% in US, and 5% in Europe. These levels have not been seen for multi decades.

The central banks, one after the others, abandon their stance regarding a transitory inflation. In January, the Fed has significantly got tougher. Investors, are now forecasting more restrictive monetary conditions in the coming months. In addition to this, the very high tensions at the Russian-Ukrainian border have generated, in January, a sharp increase of risk aversion. Stock markets went down significantly (Eurostoxx -3%, S&P500 -6%, Nasdaq -10%). On the bond markets, rates are trending upward. The American 10-year rose 25 bps and the German 10-year rose 20 bps to 1.75% and 0% respectively. In this nervous context, "credit" risk premiums have significantly widened. Thus, the IG spread in € closes the month at 105 bps (+10 bps).

For many months, we were thinking that some structural elements will have an upward effect on inflation and will cause a tougher monetary and financial environment. Accordingly, we had maintained our cautious strategies on both credit risk exposure and duration risk. These strategies which are kept, explained the outperformance of the fund relatively to its benchmark. In January, the fund's performance is -0.47% for the CI share and -0.43% for the CS share, compared to -0.91% for the benchmark.

FUND ASSET CLASS BREAKDOWN			
	Jan 22	Dec 21	Nov 21
Bonds	86,4%	82,7%	85,4%
ETF	1,6%	1,6%	0,0%
Equities & Conv. Bonds	0,6%	0,5%	3,4%
Monetary Instruments	0,0%	0,0%	0,0%
Cash	11,4%	15,2%	11,2%

MAIN CHARACTERISTICS OF THE FIXED INCOME PORTFOLIO			
	Jan 22	Dec 21	Nov 21
Number of securities	103	102	92
Yield to Maturity	0,37%	0,12%	0,49%
Modified Duration (MD)	1,89	1,34	2,04
Spread vs Gov.	72	58	80
Average Rating	BBB+	BBB+	BBB+

MAIN POSITIONS				
%	Securities	Currency	Country	Sector
3,06%	BTPS-BTPS 5% 2025	EUR	IT	Sovereign
3,01%	PORTUGU-PGB 2,875% 2026	EUR	PT	Sovereign
2,83%	IRISH G-IRISH 3,9% 2023	EUR	IE	Sovereign
2,78%	FRANCE -FRTR 1% 2027	EUR	FR	Sovereign
2,78%	SPANISH-SPGB 1,3% 2026	EUR	ES	Sovereign
2,77%	HELLENI-GGB 1,875% 2026	EUR	GR	Sovereign

DISTRIBUTION BY MATURITY (% & Modified Duration)					
	€ Yield Curve		\$ Yield Curve		Total
0-3 years	58%	0,75	1%	0,01	59% 0,76
3-5 years	23%	0,85	0%	0,00	23% 0,85
5-7 years	5%	0,28	0%	0,00	5% 0,28
7-10 years	0%	0,00	0%	0,00	0% 0,00
10 years +	0%	0,00	0%	0,00	0% 0,00
<b>Total</b>	<b>85%</b>	<b>1,88</b>	<b>1%</b>	<b>0,01</b>	<b>86% 1,89</b>

CREDIT RATING BREAKDOWN		
	(%)	(MD)
AAA	0%	0,00
AA	6%	0,18
A	22%	0,37
BBB	41%	0,98
BB	11%	0,20
B	1%	0,03
CCC & Inf.	0%	0,00
Non rated	6%	0,12
	<b>86,4%</b>	<b>1,89</b>

Excluding the modified duration contribution of the bond futures positions

MAIN SECTORS BREAKDOWN		
	(%)	(MD)
Banks	28%	0,45
Insurance	10%	0,13
Diversified Fin.	3%	0,02
Utilities	2%	0,05
Telecom	5%	0,08
Consumer Goods	3%	0,07
Commodities	2%	0,05
Industrials	6%	0,11
Oil & Gas	1%	0,02
Gov. Bonds	28%	0,91
	<b>86,4%</b>	<b>1,89</b>

Excluding the modified duration contribution of the bond futures positions

GEOGRAPHICAL BREAKDOWN		
	(%)	(MD)
EURO ZONE CORE	42%	0,81
EURO ZONE PERIPH	34%	0,92
EUROPE EX-EURO	8%	0,12
AMERICA	2%	0,03
ASIA - PACIFIC	0%	0,00
	<b>86,4%</b>	<b>1,89</b>

CURRENCY EXPOSURE (%)			
	Gross	Hedge	Net
EUR	98,5%	0,0%	98,5%
USD	1,5%	-1,1%	0,4%
GBP	0,0%	0,0%	0,0%
CHF	0,0%	0,0%	0,0%
CAD	0,0%	0,0%	0,0%
YEN	0,0%	0,0%	0,0%

Excluding the modified duration contribution of the bond futures positions

CHARACTERISTICS OF THE SHARE CLASSES		
Investor's category	Retail (C-I)	Institutional (C-S)
ISIN Code	LU1061712110	LU1744059137
Management Fees	1,00%	0,50%
Minimum investment	1 share	1 000 000 €
Inception date	18th September 1995	21st December 2018
Currency	EUR	
Benchmark	Bloomberg EuroAgg Corporate 3-5y	
Subscription fees	1,00% maximum	
Redemption fees	0,50% maximum	
Performance fees	0,00%	
NAV / Liquidity	Daily	
Structure	Luxembourg UCITS SICAV	
Custodian / Valuator	CACEIS Luxembourg	
Settlement	D+2	

These UCITS are authorized in Luxembourg and are regulated by Commission de Surveillance du Secteur Financier (CSSF)

MW GESTION - AMF-accredited GP 92 - 014 - 7 Rue Royale - 75008 PARIS - RCS Paris B 388 455 321

Tel : 01 42 86 54 45 - Fax : 01 47 03 45 97 - contact@mwgestion.com - www.mwgestion.com - Non contractual document